

**JIANKUN INTERNATIONAL BERHAD  
(111365-U)  
(Incorporated in Malaysia)**

**Interim Financial Report  
30-Jun-16**

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**Interim Financial Report**

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JIANKUN INTERNATIONAL BERHAD (111365-U)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

- For the quarter ended 30 June 2016

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30-Jun-16 RM'000	Preceding Year Quarter 30-Jun-15 RM'000	Current Year To date 30-Jun-16 RM'000	Preceding Year To date 30-Jun-15 RM'000
<b>Revenue</b>	5,558	2,065	8,987	2,666
Cost of Sales	(5,085)	(1,880)	(7,903)	(1,880)
<b>Gross Profit</b>	473	185	1,084	786
Other Income	-	28	-	28
Selling and marketing expenses	(3)	-	(11)	-
Administrative expenses	(1,078)	(823)	(1,950)	(1,332)
Operating profit	(608)	(610)	(877)	(518)
Interest income	13	102	21	126
Finance costs	-	(1)	(1)	(1)
<b>Profit /(loss) before taxation</b>	(595)	(509)	(857)	(393)
Taxation	-	(45)	-	(176)
<b>Net profit/(loss) for the period</b>	(595)	(554)	(857)	(569)
<b>Other comprehensive income after tax:</b>				
Net currency translation differences	(13)	-	(7)	-
<b>Other comprehensive income for the period, net of tax</b>	(13)	-	(7)	-
<b>Total comprehensive income for the period</b>	(608)	(554)	(864)	(569)
<b>Net profit/(loss) attributable to:</b>				
- Owners of the parent	(595)	(554)	(857)	(569)
- Minority interest	-	-	-	-
	(595)	(554)	(857)	(569)
<b>Total comprehensive income attributable to:</b>				
- Owners of the parent	(608)	(554)	(864)	(569)
- Minority interest	-	-	-	-
	(608)	(554)	(864)	(569)
<b>Earnings per share attributable to the owner of the Company (sen) attributable to owners of the Parent</b>				
-Basic (sen)	(0.39)	(0.37)	(0.57)	(0.38)
-Diluted (sen)	(0.26)	(0.24)	(0.38)	(0.25)

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial report.

JIANKUN INTERNATIONAL BERHAD (111365-U)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

- As at 30 June 2016

	30-Jun-16 (Unaudited) RM'000	31-Dec-15 (Audited) RM'000
<b><u>ASSETS</u></b>		
<b>Non-Current Assets</b>		
Property, Plant and Equipment	109	72
Investment properties	26,124	26,124
	<u>26,233</u>	<u>26,196</u>
<b>Current Assets</b>		
Property Development Costs	24,641	23,345
Trade Receivables	6,390	6,607
Other Receivables	15,296	14,209
Fixed deposit with license bank	-	2,058
Cash & bank balances	2,200	1,808
	<u>48,527</u>	<u>48,027</u>
<b>TOTAL ASSETS</b>	<b><u>74,760</u></b>	<b><u>74,223</u></b>
<b>Equity</b>		
Share Capital	37,919	37,919
Reserves	9,325	10,189
Total Equity	<u>47,244</u>	<u>48,108</u>
<b>Non Current Liabilities</b>		
Bank borrowing	15,750	15,750
Deferred taxation	5,173	5,173
	<u>20,923</u>	<u>20,923</u>
<b>Current Liabilities</b>		
Trade Payables	4,646	3,986
Other Payables & Accruals	1,947	1,206
	<u>6,593</u>	<u>5,192</u>
Total Liabilities	27,516	26,115
<b>Total Equity And Liabilities</b>	<b><u>74,760</u></b>	<b><u>74,223</u></b>
Net assets per share (RM)	0.31	0.32

*The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial report.*

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

- For the quarter ended 30 June 2016

	< ----- Non-distributable ----- >				Distributable	Total
	Share Capital	Foreign Exchange Translation Reserve	Warrant Reserve	Capital Reserve	Accumulated Losses	
	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>Balance as at 1 January 2016</b>	<b>37,919</b>	<b>5,173</b>	<b>13,606</b>	<b>2,793</b>	<b>(11,383)</b>	<b>48,108</b>
Net loss for the period	-	-	-	-	(857)	(857)
Currency translation differences	-	(7)	-	-	-	(7)
<b>Balance as at 30 June 2016</b>	<b>37,919</b>	<b>5,166</b>	<b>13,606</b>	<b>2,793</b>	<b>(12,240)</b>	<b>47,244</b>

	< ----- Non-distributable ----- >				Distributable	Total
	Share Capital	Foreign Exchange Translation Reserve	Warrant Reserve	Capital Reserve	Accumulated Losses	
	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>Balance as at 1 January 2015</b>	<b>37,919</b>	<b>1,216</b>	<b>13,606</b>	<b>2,793</b>	<b>(10,729)</b>	<b>44,805</b>
Net loss for the period	-	-	-	-	(569)	(569)
Currency translation differences	-	16	-	-	-	16
<b>Balance as at 30 June 2015</b>	<b>37,919</b>	<b>1,232</b>	<b>13,606</b>	<b>2,793</b>	<b>(11,298)</b>	<b>44,252</b>

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial report.

**JIANKUN INTERNATIONAL BERHAD (111365-U)**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

**- For the quarter ended 30 June 2016**

	<b>Period Ended 30-Jun-16 RM'000</b>	<b>Period Ended 30-Jun-15 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>OPERATING ACTIVITIES</b>		
Profit/(Loss) before taxation	(857)	(393)
Adjustment for:		
Depreciation	9	5
Interest income	(8)	(126)
Operating profit/(loss) before working capital changes	<u>(856)</u>	<u>(514)</u>
(Increase)/Decrease in Development Properties Costs	(1,296)	(137)
(Increase)/Decrease in trade receivables	217	(2,277)
(Increase)/Decrease in other receivables	(1,088)	(3,402)
(Decrease)/Increase in trade payables	662	1,045
(Decrease)/Increase in other payables	741	(2,375)
Net cash generated from/(used in) operating activities	<u>(1,620)</u>	<u>(7,660)</u>
Interest received	8	126
	<u>(1,612)</u>	<u>(7,534)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant & equipment	(47)	(70)
Net cash used in investing activities	<u>(47)</u>	<u>(70)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Decrease / (Increase) in fixed deposit pledge	2,058	(12,109)
Net cash generated from financing activities	<u>2,058</u>	<u>(12,109)</u>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	399	(19,713)
<b>EFFECT ON TRANSLATION DIFFERENCES</b>	(7)	16
<b>CASH AND CASH EQUIVALENTS BROUGHT FORWARD</b>	1,808	25,205
<b>CASH AND CASH EQUIVALENTS CARRIED FORWARD</b>	<u><u>2,200</u></u>	<u><u>5,508</u></u>
<b>Cash and cash equivalents comprise:-</b>		
Fixed deposit with licensed bank	-	12,109
Cash and bank balance	2,200	5,508
	<u>2,200</u>	<u>17,617</u>
Less: Fixed deposit pledged with licensed bank	-	(12,109)
	<u><u>2,200</u></u>	<u><u>5,508</u></u>

*The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial report.*

## JIANKUN INTERNATIONAL BERHAD (111365-U)

- For the quarter ended 30 June 2016

### Part A – Explanatory Notes Pursuant to FRS 134

#### A1. Basic Of Preparation

The interim financial report has been prepared in accordance with FRS 134: Interim Financial Reporting and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”) and should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2015.

The accounting policies used by the Group in the quarterly report comply with the principles of the International Financial Reporting Standard (“IFRS”) adopted by the International Accounting Standards Board (“IASB”) and interpretations issued by the International Financial Reporting Interpretations Committee of the IASB. The quarterly report has been prepared based on the presentation, accounting policies and methods of computation consistent with those in the preparation of the audited statutory financial statement for the financial year ended 31 December 2015.

#### A2. Changes in Accounting Policies

##### Basis of accounting

The accounting principles and bases used are consistent with those previously adopted in the preparation of the audited financial statements of the Group except for the adoption of the following applicable new/revised Financial Reporting Standards (“FRS”), IC Interpretation and Amendments to FRSs effective for financial periods as stated below:-

		<b>Effective</b>
FRS 14	Regulatory Deferral Accounts	1-Jan-16
Amendments to FRS 11	Accounting for Acquisitions of Interests in Joint Operations	1-Jan-16
Amendment to FRS 101	Disclosure Initiative	1-Jan-16
Amendments to FRS 116 and FRS 138	Clarification of Acceptable Methods of Depreciation and Amortisation	1-Jan-16
Amendments to FRS 127	Equity Method in Separate Financial Statements	1-Jan-16
Annual Improvements to FRSs 2012 - 2014 Cycle		1-Jan-16
Amendments to FRS 10, FRS 12 and FRS 128	Investment Entities: Applying the Consolidation Exception	1-Jan-16

Adoption of the above standards and interpretations did not have any effect on the financial performance or position of the Group.

The standards and interpretations that are issued but not yet effective are disclosed below:

		<b>Effective</b>
FRS 9	Financial Instruments	1-Jan-18
Amendments to FRS 10 and FRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be announced

The Group and the Company intend to adopt the above FRSs when they become effective.

The initial application of the abovementioned FRSs are not expected to have any significant impacts on the financial statements of the Group and of the Company except as mentioned below:

**Part A – Explanatory Notes Pursuant to FRS 134**

**A2. Changes in Accounting Policies (Cont.)**

FRS 9 Financial Instruments (IFRS 9 issued by IASB in July 2014)

FRS 9 (IFRS 9 issued by IASB in July 2014) replaces earlier versions of FRS 9 and introduces a package of improvements which includes a classification and measurement model, a single forward looking 'expected loss' impairment model and a substantially reformed approach to hedge accounting. FRS 9 when effective will replace FRS 139 Financial Instruments: Recognition and Measurement.

FRS 9 retains but simplifies the mixed measurement model and establishes three primary measurement categories for financial assets: amortised cost, fair value through other comprehensive income and fair value through profit or loss. The basis of classification depends on the entity's business model and the contractual cash flow characteristics of the financial asset. Investments in equity instruments are required to be measured at fair value through profit or loss with the irrevocable option at inception to present changes in fair value in other comprehensive income not recycling. There is now a new expected credit losses model that replaces the incurred loss impairment model used in FRS 139. For financial liabilities there were no changes to classification and measurement except for the recognition of changes in own credit risk in other comprehensive income, for liabilities designated at fair value through profit or loss. FRS 9 relaxes the requirements for hedge effectiveness by replacing the bright line hedge effectiveness tests. It requires an economic relationship between the hedged item and hedging instrument and for the 'hedged ratio' to be the same as the one management actually use for risk management purposes. Contemporaneous documentation is still required but is different to that currently prepared under FRS 139.

The adoption of FRS 9 will result in a change in accounting policy. The Group is currently examining the financial impact of adopting FRS 9.

**New Malaysian Financial Reporting Standards ("MFRS Framework") issued but not yet effective**

On 19 November 2011, the MASB issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards ("MFRS Framework"). The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture and IC Interpretation 15 Agreements for Construction of Real Estate, including its parent, significant investor and venturer (hereinafter called "Transitioning Entities").

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework and continue to use the existing FRS Framework. The adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2018.

The Group and the Company fall within the scope definition of Transitioning Entities and accordingly, will be required to prepare financial statements using the MFRS Framework in their first MFRS financial statements for the financial year ending 31 December 2018. In presenting their first MFRS financial statements, the Group and the Company will be required to restate the comparative financial statements to amounts reflecting the application of the MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained earnings.

The Group and the Company have not completed its assessment of the financial effects of the differences between FRSs and accounting standards under the MFRS Framework. Accordingly, the consolidated and separate financial performance and financial position as disclosed in these quarterly financial statements for the financial year ended 31 December 2016 could be different if prepared under the MFRS Framework.

**A3. Declaration of Qualification of Audit Report**

There was no qualification in the audited report for the year ended 31 December 2015.

**A4. Seasonality or cyclicity of operations**

The Group's operations are not subject to seasonal or cyclical factors.

**A5. Nature and Amounts of Unusual Items**

There were no unusual items affecting the assets, liabilities, equity, net income, or cash flows during the quarter under review.



**JIANKUN INTERNATIONAL BERHAD (111365-U)**  
**- For the quarter ended 30 June 2016**

**Part A – Explanatory Notes Pursuant to FRS 134**

**A6. Nature and Amount of Changes in Estimates**

There were no changes in estimates that have had a material effect in the current financial year-to-date results.

**A7. Issuances or repayment of debt and equity securities**

There were no issuances of new shares or repayment of debt and equity securities during the quarter review.

**A8. Dividends**

No dividend is being proposed or paid for this quarter.

**A9. Segmental Information**

For management purposes, the Group is organised into business units based on their products and services, and has three reportable segments as follows:

Property development and construction	Develop and provides construction services for residential, industrial and commercial property.
Project management and advisory	Provides project management services for residential, industrial and commercial property development.
Property management and investment holding	Provision of management, marketing and consultancy services.

The Group Executive Committee assesses the performance of the operating segments based on operating profit or loss which is measured differently from those disclosed in the consolidated financial statements.

Group financing (including finance costs) and income tax are managed on a group basis and are not allocated to operating segments.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the consolidated financial statements.

Transactions between segments are carried out on agreed terms between both parties. The effects of such inter-segment transactions are eliminated on consolidation. The measurement basis and classification are consistent with those adopted in the previous financial year.

<b>Group</b>	<b>Project management and advisory</b>	<b>Property development and construction</b>	<b>Property management and investment holding</b>	<b>Total segments</b>	<b>Adjustments and elimination</b>	<b>Total operation</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>30 June 2016</b>						
<b>Revenue</b>						
External customers	117	8,846	24	9,987	-	8,987
Inter-segment	-	-	65	65	(65)	-
Total revenue	117	8,846	89	9,052	(65)	8,987
<b>Result</b>						
Interest income			21	21	-	21
Profit before taxation	117	8,846	110	9,073	(65)	9,008
Taxation	-	-	-	-	-	-
Segment profit	117	8,846	110	9,073	(65)	9,008

Part A – Explanatory Notes Pursuant to FRS 134

A9. Segmental Information (Cont.)

	Project management and advisory	Property development and construction	Property management and investment holding	Total segments	Adjustments and elimination	Total operation
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Assets</b>						
Capital expenditure	-	24,707	-	24,707	-	24,707
Segment assets	180	22,935	26,938	50,053	-	50,053
Total assets	180	47,642	26,938	74,760	-	74,760
<b>Liabilities</b>						
Segment liabilities	83	22,065	5,368	27,516	-	27,516
<b>Other non-cash item</b>						
Depreciation of property, plant and equipment	-	(1)	(8)	(9)	-	(9)
Waiver of liability	-	-	-	-	-	-
<b>Group</b>						
	Project management and advisory	Property development and construction	Property management and investment holding	Total segments	Adjustments and elimination	Total operation
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>30 June 2015</b>						
<b>Revenue</b>						
External customers	619	2,047	-	2,666	-	2,666
Inter-segment	-	-	-	-	-	-
Total revenue	619	2,047	-	2,666	-	2,666
<b>Result</b>						
Interest income	-	-	(126)	(126)	-	(126)
Profit before taxation	619	2,047	(126)	2,540	-	2,540
Taxation	(41)	(135)	-	(176)	-	(176)
Segment profit	578	1,912	(126)	2,364	-	2,364
<b>Assets</b>						
Capital expenditure	-	-	-	-	-	-
Segment assets	1,691	-	49,025	50,716	-	50,716
Total assets	1,691	-	49,025	50,716	-	50,716
<b>Liabilities</b>						
Segment liabilities	354	-	6,109	6,463	-	6,463
<b>Other non-cash item</b>						
Depreciation of property, plant and equipment	-	-	(5)	(5)	-	(5)
Waiver of liability	-	-	-	-	-	-

A12. Changes in the composition of the Group

There was no changes in the composition of the Group under the quarter review.

A13. Changes in the contingent liabilities

There were no contingent liabilities at the end of the quarter.

**JIANKUN INTERNATIONAL BERHAD (111365-U)**  
**- For the quarter ended 30 June 2016**

**Part A – Explanatory Notes Pursuant to FRS 134**

**A14. Significant related party transactions**

Save for the related party transactions disclosed, there is no other material related party transactions for the current quarter and financial year-to-date.

(a) Related party relationship

- i) Lee Leong Kui is an Executive Director of the Company and he is also a Director and hold 30% of Juara Gred Development Sdn Bhd ("JGDSB).
- ii) Foong Kah Heng is an Executive Director of the Company and substantial shareholder of the Company with direct interest of 4.96% and an indirect equity interest of 11.13% via FS Motorsports Sdn. Bhd. He is also a Director and 40% shareholder of JGDSB

(b) Related party transactions

- i) On 26 December 2014, Nagamas Venture Sdn. Bhd. ("NVSB") had entered for the project management services agreement with JDGSB as Project Management Services Consultant to provide project management, professional and advisory services for a lump sum professional fee of RM1,000,000. ("Project Management Services")
- ii) On 20 March 2015, NVSB had accepted a Letter of Award from JGDSB for the Work, for a provisional contract sum of RM32,922,000. The provisional contract sum is based on an indicative quantity of material and labour to be supplied as per the preliminary construction drawings and is subject to quantities re-measurement based on the as-built drawings and final account upon completion of the Project. ("Letter of Award")

(c) Related party transactions status

	Contract Sum RM'000	Utilisation RM'000	Balance RM'000
Project Management Services	1,000	833	167
Letter of Award	32,922	19,586	13,336
	<u>33,922</u>	<u>20,419</u>	<u>13,503</u>

**A15. Capital Commitments**

There was no material capital commitments for the quarter under review.

**PART B: Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of BMSB**

**B1. Review of Performance against Preceding Year's Corresponding Quarter**

For the quarter ended 30 June 2016, the Group recorded a revenue of RM5.56 million and a loss before taxation of RM0.60 million as compared with preceding year's quarter ended 30 June 2015 of RM2.07 million and RM0.51 million respectively.

The movements of the segment revenues and changes are as follows:

	Current Year Quarter	Preceding Year Quarter	Changes	
	30-Jun-16	30-Jun-15		
	RM'000	RM'000	%	RM'000
Property development and construction	5,514	2,047	169.37%	3,467
Project Management And Advisory	20	18	11%	2
	5,558	2,065	167.99%	3,469

The increased in revenue from preceding year's quarter RM2.07 million to current quarter RM5.56 million was derived from the construction of 3-storey semi-detach factory and the project management and advisory.

The loss before tax was slightly increased from RM0.51 million to RM0.60 million. The increased was mainly due to recruitment of new resources for the preparation of the Group development projects.

**B2. Comparison with Preceding Quarter's Results**

Revenue recorded for current quarter was RM5.56 million as compare with preceding quarter of RM3.33 million. The revenue was increased by 62.09% mainly due to the catches up construction works which was delay in the first quarter 2016.

The Group recorded a loss before tax of RM0.51 million as compare with loss before tax of RM0.26 million was due to increase in the operation cost.

**B3. Future Prospects**

The Group strategic plan is to concentration on property development and construction activity. The Group would focus its existing factory construction and target it's completion on 3rd quarter year 2016. In year 2016, the Group targets to launch two housing development projects in the 4th quarter with estimated Total Gross Development Value of RM280 million.

**B4. Variance on Profit Forecast / Profit Guarantee**

The Group has not announced or disclosed any profit forecast in public documents.

**B5. Taxation**

The tax charge relates principally to the current quarter's profit made by certain profitable subsidiary companies which cannot be offset against the losses of other subsidiary companies within the Group.

	Current Year Quarter 30-Jun-16 RM000	Preceding Year Quarter 30-Jun-15 RM000
Estimated current tax payable	-	45

**B6. Profit/Loss on Sale of Unquoted Investments and/or Properties**

There was no profit or loss on sale of unquoted investment and/or properties for the quarter under review.

**PART B: Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of BMSB**

**B7. Purchase or Disposal of Quoted Securities**

There was no purchases or disposals of quoted securities by the Group for the quarter under review.

**B8. Status of corporate proposals and utilisation of proceeds**

**Utilisation of Proceeds From Rights Share**

The Rights Issue raised gross proceeds of RM25.2 million and we have utilised the proceeds raised in the following manner: -

Purpose	Estimated Timeframe	Amounts	Actual Utilisation	Balance
		RM,000	RM,000	RM,000
Payment for construction cost	Within 12 months from the listing of the Rights shares	3,877	3,877	-
Working Capital	Within 12 months from the listing of the Rights shares	2,248	2,248	-
To Fund Future Projects	Within 36 months from the listing of the Rights shares	18,747	16,899	1,848
To defray expenses relating to the Proposals	Within 3 months from the listing of the Rights shares	323	323	-
		<u>25,195</u>	<u>23,347</u>	<u>1,848</u>

Note:

The Rights Share was listed on 31 December 2014.

**B9. Group Borrowings**

During the quarter under review, the Group borrowing is as follow:

	Current Year Quarter	Preceding Year Quarter
	30-Jun-16	30-Jun-15
	RM '000	RM '000
<b>Secured:</b>		
Term loan	<u>15,750</u>	<u>-</u>

**B10. Off Balance Sheet Financial Instruments**

There was no off balance sheet financial instruments by the Group for the quarter under review.

**B11. Material Litigation**

On 3 November 2015, the Company received the Writ of Summons and Statement of Claims dated 27 October 2015 and 21 October 2015 respectively from Messrs. Hing Chambers, the solicitors for Megaharta Real Estate Sdn. Bhd. and Hartanah Realty demanded the following:

- i) Total outstanding sum of RM848,000 at 30 July 2015 for the professional services provided as the real estate broker;
- ii) Interest at the rate of 1.5% per month on a total sum of RM848,000 calculated from 1 August 2015 until the date of full settlement;
- iii) Cost; and
- iv) Any other relief that the Court deems fit and proper.

The Company had never been agreed on the above claims and will engage lawyer to enter appearance. The Company has adequate resources to meet the claim and therefore there is no material financial and operational impact on the Company.

Further to the hearings held on 18 April 2016 and 19 April 2016 respectively, the Court has dismissed the Plaintiffs' claims with costs of RM26,381.00 to be paid by the Plaintiff.

Save for the above, there is no other material litigation under review during this period.

**JIANKUN INTERNATIONAL BERHAD (111365-U)**  
**- For the quarter ended 30 June 2016**

**PART B: Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of BMSB**

**B12. Earnings Per Share (EPS)**

The EPS for the quarter was calculated base on the profit after taxation for the quarter divided by the weighted average number of ordinary shares outstanding during the period.

EPS for the quarter is as follows:-

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30-Jun-16 RM'000	Preceding Year Quarter 30-Jun-15 RM'000	Current Year To Date 30-Jun-16 RM'000	Preceding Year To Date 30-Jun-15 RM'000
Profit / (Loss) after tax	(595)	(554)	(857)	(569)
Weighted Average number of ordinary shares issued	151,678	151,678	151,678	151,678
<b>Basic EPS (Sen)</b>	<b>(0.39)</b>	<b>(0.37)</b>	<b>(0.57)</b>	<b>(0.38)</b>
Profit / (Loss) after tax	(595)	(554)	(857)	(569)
Weighted Average number of ordinary shares issued	151,678	151,678	151,678	151,678
Assume shares issued from exercise of warrants	75,587	75,587	75,587	75,587
Adjusted Weighted Average number of ordinary shares issued	227,265	227,265	227,265	227,265
<b>Diluted EPS (Sen)</b>	<b>(0.26)</b>	<b>(0.24)</b>	<b>(0.38)</b>	<b>(0.25)</b>

**B13. Notes to the statement of comprehensive income**

Profit for the period is arrived at after charging:

	Current Quarter Ended 30-Jun-16 RM'000	Current Year to Date Ended 30-Jun-16 RM'000
Depreciation and amortization	9	5
and after crediting:		
Interest income	8	126

**B14. Realised and Unrealised Profits/Losses Disclosure**

	Current Quarter Ended 30-Jun-16 RM '000	Preceding Quarter Ended 30-Jun-15 RM '000
Total realised losses	(20,063)	(20,762)
Total unrealised profits/(loss)	4,864	6,442
	(15,199)	(14,320)
Consolidated adjustment	2,959	3,023
Total accumulated Profit/(loss)	(12,240)	(17,343)

**By Order of the Board**